# TAX CREDIT ANALYSIS

Program Category: Redevelopment  Statutory Authority: 253.545 -253.561, RSMo  Applicable Taxes: Income tax, bank tax, insurance premium tax, other financial institutions Program Description and Eligibility Requirements:  25% credit issued for qualified rehabilitation costs on historic structures. Individuals, organizations and businesses which have a Missouri liability are eligible to apply.  Explanation of How Award is Computed:  Entitlement X Discretionary  Applicant applies to DED at beginning of project to receive preliminary approval. Along with application requirements, proposed work is reviewed by DNR SHPO. After work is complete, applicant files second application along with proof of expenses. Credits are issued after project has met program requirements and work is complete. This is a fiscal year program.  Program Cap: Cumulative \$ (remainder of cumulative cap) \$ Annual \$ X None  Explanation of cap:  January 1, 2010 - June 30, 2010 cap is \$70M; Beginning FY 11 cap is \$140M /FY. Projects not under cap: Owner-occupied residences (capped at \$250,000 in credits) and projects to receive \$275,000 in credits.  Explanation of Expiration of Authority: 253.550, RSMo  Specific Provisions: (if applicable)  Carry forward 10years	Program Name: Historic Preservation (HTC)									
Statutory Authority: 253.545: 253.541.RSMo Program Description and Eligibility Requirements: 25% credit issued for qualified rehabilitation costs on historic structures. Individuals, organizations and businesses which have a Missouri liability are eligible to apply.  Explanation of Now Award is Computed: Entitlement X. Discretionary										
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Specific Provisions: (if applicable)   Carry forward   10   years   Carry Back   3   years   Refundable   Sellable/Assignable   X   Additional Federal Tax Credits Available   X	January 1, 2010 - June 30, 2010 cap is \$70M; Beginning FY 11 cap is \$140M /FY. Projects not under cap: Owner-occupied residences (capped at \$250,000 in credits) and projects to									
Carry forward 10 years Carry Back 3 years Refundable Sellable/Assignable X Additional Federal Tax Credits Available X  Comments on Specific Provisions: 20% Federal Historic Credit  FY 2019 FY 2010 ACTUAL ACTUAL ACTUAL Certificates Issued (#) 197 219 161 200 200 Projects (#) 197 219 161 200 200 Amount Authorized \$211,950,941 \$99,510,175 \$82,839,495 \$100,000,000 \$100,000,000 Amount Issued \$119,914,948 \$107,229,218 \$116,244,410 \$100,000,000 \$100,000,000 Amount Rederind Tax Credits Available X  Certificates Issued (#) 197 219 161 200 200 Amount Issued \$119,90,941 \$99,510,175 \$82,839,495 \$100,000,000 \$100,000,000 \$100,000,000 Amount Rederind Tax Credits Available X  EVENT A CTUAL Certificates Issued (#) 197 219 161 200 200 Amount Issued \$119,914,948 \$107,229,218 \$116,244,410 \$100,000,000 \$100,000,000 \$100,000,000 EST. Amount Outstanding N/A N/A \$139,769,485 N/A N/A  N/A  HISTORICAL AND PROJECTED INFORMATION  IFY 2010 IFY 2010 IFY 2010 IFY 2010 IFY 2011 IFY 2012 IFY 2013	Explanation of Expiration of Authority: 253.550, RSMo									
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#### TAX CREDIT ANALYSIS

Program Name: Historic Preservation (HTC)

Comments on Historical and Projected Information:

		BENEFIT: COST ANALYSIS (includes only state revenue impacts)					
		FY 2011 ACTUAL	Other Fiscal Period 10-Year	Derivation of Benefits: Investment: (a) \$176,542,572 in Re			
BENEFITS			\$153,015,407 in Non-Residentia				
Direct Fiscal Benefits		\$398,073	\$5,041,228	Employment: (a) 828 jobs in local co- industries in 2016-2020.			
Indirect Fiscal Benefits		\$804,424	\$10,187,286				
Te	otal	\$1,202,497	\$15,228,514				
COSTS				Incentives/Credits: (a) \$82,389,495 redeemed at the rate of 80% in year			
Direct Fiscal Costs		\$0	\$78,223,969	Impacts occur in the Statewide Regi  REMI-PI+Statewide Model (remi-fise			
Indirect Fiscal Costs		\$0	0				
T	otal	\$0	\$78,223,969	The multi-year fiscal Benefit-Cost Ra			
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### **Derivation of Benefits:**

Investment: (a) \$176,542,572 in Residential Investment Spending between 2011-2015; (b) \$153,015,407 in Non-Residential Investment Spending between 2011-2015.

**Employment:** (a) 828 jobs in local competitive markets in Manufacturing and Service industries in 2016-2020.

Incentives/Credits: (a) \$82,389,495 in Authorized Historic Preservation Tax Credits, redeemed at the rate of 80% in year 3 and 20% in year 5.

Impacts occur in the Statewide Region. Assumptions provided by DED. Estimated using REMI-PI+Statewide Model (remi-fiscal-PI+aug11).

The multi-year fiscal Benefit-Cost Ratio is 0.13 when other program incentives are included.

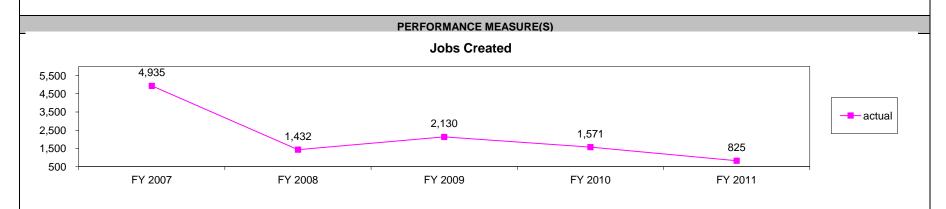
### Other Benefits:

## In FY 2011, every dollar of authorized program tax credits returns

N/A in new personal income totaling \$17.75 million N/A in new value-added/GSP totaling \$30.85 million N/A in new economic output totaling \$53.28 million

## Over 10 years, every dollar of authorized program tax credits returns

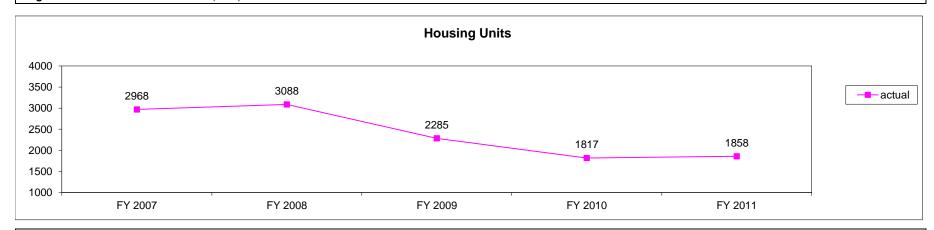
\$3.83 in new personal income totaling \$299.54 million \$7.04 in new value-added/GSP totaling \$550.90 million \$12.74 in new economic output totaling \$996.73 million



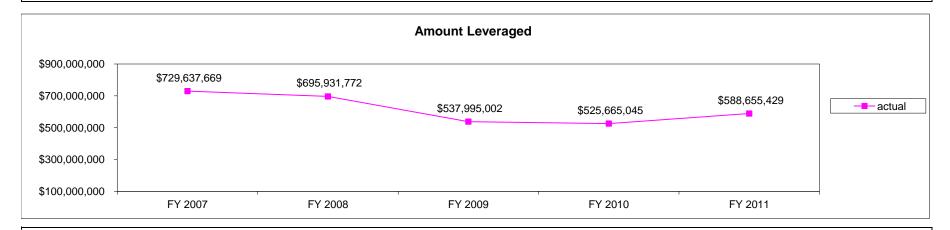
**Comments on Performance Measure:** 

# **TAX CREDIT ANALYSIS**

Program Name: Historic Preservation (HTC)



**Comments on Performance Measure:** 



**Comments on Performance Measure:**